

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1254 – SB 1327

April 10, 2013

SUMMARY OF ORIGINAL BILL: Deletes liquor-by-the-drink authorization for certain restaurants not meeting food service requirements within a national historical landmark district. Deletes language relative to beer in sections of code related to the authorization of liquor-by-the-drink licenses issued by the Alcoholic Beverage Commission (ABC). Deletes an obsolete provision in liquor-by-the-drink law.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENTS (004436, 006726): Amendment 004436 deletes all language after the enacting clause. Adds five entities to the definition of “urban park center” for the purpose of on-premises consumption of alcoholic beverages. Amendment 006726 establishes an annual privilege tax of \$4,000 for these entities rather than the standard privilege tax of \$150 “urban park centers”.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- These five entities are currently licensed as limited services restaurants with food sales representing 15 to 20 percent of gross sales. The privilege tax fee of \$4,000 established by amendment 006726 is equivalent to current fee paid by these five entities. Therefore, any net change in state revenue is estimated to be not significant.
- No additional personnel or resources will be required by the ABC.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce